LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m., on TUESDAY, AUGUST 5, 2003, upon the application of PETROQUEST ENERGY, L.LC.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the **Puma Sand, Reservoir B,** in the Main Pass Block 74 Field, Plaquemines Parish, Louisiana.

- 1. To establish rules and regulations and create a single drilling and production unit for the exploration for and production of gas and condensate, such unit to be designated PUMA RB SUA.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate PetroQuest Energy, L.L.C. as unit operator for the proposed unit.
- 4. To designate a unit well for the proposed unit.
- 5. To provide that any unit wells for the proposed unit should Be exempt from the spacing provisions of Statewide Order No. 29-E.
- 6. To provide that the Commissioner of Conservation should be authorized to reclassify the reservoir by supplemental order, without the necessity of a public hearing, if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 7. To consider such other matters as may be pertinent.

The Puma Sand, Reservoir B, in the Main Pass Block 74 Field, Plaquemines Parish, Louisiana, is hereby defined as that gas and condensate bearing sand encountered between the depths of 9,798' and 9,928' (ELM) in the Ocean Energy, Inc. - SL 6706 No.1 Well and is hereby further defined as being the same correlative interval as the Puma Sand, Reservoir 350, defined in Office of Conservation Order No. 1213-A-1 as that oil and gas bearing sand encountered between the depths of 10,914' and 11,053' (ELM) in the Texaco - SL 8690 No. 4 Well.

A plat is for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

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MAIN PASS BLOCK 74 FIELD 03-586

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 6/27/03;7/2/03 L dpe

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION - ENGINEERING DIVISION AT P. O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.